

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**TOWNSHIP OF BINGHAM**

**CLINTON COUNTY, MICHIGAN**

**MARCH 31, 2005**

## AUDITING PROCEDURES REPORT

Issued under P.A. 2 of 1968, as amended. Filing is mandatory.

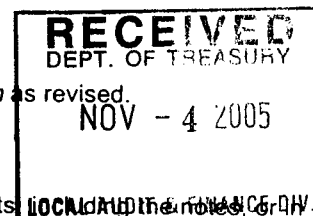
Local Government Type <input type="checkbox"/> City <input checked="" type="checkbox"/> Township <input type="checkbox"/> Village <input type="checkbox"/> Other		Local Government Name <b>BINGHAM TOWNSHIP</b>	County <b>CLINTON</b>
Audit Date <b>3-31-05</b>	Opinion Date <b>10-28-05</b>	Date Accountant Report Submitted to State: <b>11-3-05</b>	

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

We further affirm the following. "Yes" responses have been disclosed in the financial statements or the report of comments and recommendations



You must check the applicable box for each item below.

- ☐ yes ☒ no 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- ☐ yes ☒ no 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- ☐ yes ☒ no 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- ☐ yes ☒ no 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- ☐ yes ☒ no 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- ☐ yes ☒ no 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- ☐ yes ☒ no 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- ☐ yes ☒ no 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- ☐ yes ☒ no 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

### We have enclosed the following:

	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.		<input checked="" type="checkbox"/>	
Reports on individual federal financial assistance programs (program audits).			<input checked="" type="checkbox"/>
Single Audit Reports (ASLGU).			<input checked="" type="checkbox"/>

Certified Public Accountant (Firm Name) <b>JAMES M. IRELAND, P.C.</b>			
Street Address <b>6920 S. CEDAR ST., SUITE #3</b>	City <b>LAWSING</b>	State <b>MI</b>	ZIP <b>48911-6924</b>
Accountant Signature <b>James M. Ireland, CPA</b>			

TOWNSHIP OF BINGHAM  
CLINTON COUNTY, MICHIGAN

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**JAMES M. IRELAND, CPA, PC**

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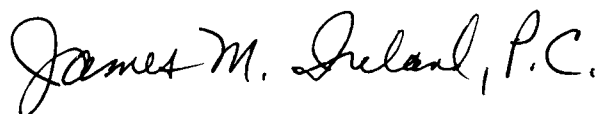
Members of the Township Board  
Township of Bingham  
Clinton County, Michigan

Boardmembers:

We have audited the accompanying general purpose financial statements of the Township of Bingham as of and for the year ended March 31, 2005, as listed in the table of contents. These general purpose financial statements are the responsibility of the township's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Township of Bingham as of March 31, 2005, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.



Certified Public Accountant

October 28, 2005

TOWNSHIP OF BINGHAM  
STATEMENT OF NET ASSETS

March 31, 2005

	Primary Government		
	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Cash and cash equivalents	\$ 548,569	\$ 283,400	\$ 831,969
Receivables (net)	41,985	2,003,498	2,045,483
Capital assets:			
Land	3,200	-	3,200
Other capital assets, net of depreciation	71,189	3,867,320	3,938,509
Total Capital Assets	74,389	3,867,320	3,941,709
Total Assets	664,943	6,154,218	6,819,161
<b>LIABILITIES</b>			
Accounts payable and accrued expenses	1,874	-	1,874
Deferred revenue	-	1,986,108	1,986,108
Long-term liabilities:			
Due within one year	-	220,000	220,000
Due in more than one year	-	2,735,750	2,735,750
Total Liabilities	1,874	4,941,858	4,943,732
<b>NET ASSETS</b>	663,069	1,212,360	1,875,429
Invested in capital assets, net of related debt	74,389	911,570	985,959
Restricted for:			
Debt service	-	15,777	15,777
Other purposes	225,486	-	225,486
Unrestricted	363,194	285,013	648,207
Total Net Assets	\$ 663,069	\$ 1,212,360	\$ 1,875,429

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM  
STATEMENT OF ACTIVITIES

For the Year Ended March 31, 2005

		Program Revenues	Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Primary Government		
	Expenses		Governmental Activities	Business-type Activities	Total
<u>Functions/Programs</u>					
Primary Government:					
Governmental activities:					
General government	\$ 168,422	\$ 5,733	\$ (162,689)	\$ -	\$ (162,689)
Public safety	123,368	16,580	(106,788)	-	(106,788)
Public works	154,186	-	(154,186)	-	(154,186)
Health and sanitation	6,240	-	(6,240)	-	(6,240)
Culture and recreation	720	-	(720)	-	(720)
Total Governmental Activities	452,936	22,313	(430,623)	-	(430,623)
Business type activities:					
Sewer	453,953	214,496	-	(239,457)	(239,457)
Total primary government	906,889	236,809	(430,623)	(239,457)	(670,080)
General revenues:					
Taxes:					
Property taxes, levied for general purposes			232,003	-	232,003
Grants and contributions			174,033	-	174,033
Unrestricted investment earnings			4,659	113,763	118,422
Miscellaneous			18,225	-	18,225
Transfers			(10,000)	10,000	-
Total General Revenues			418,920	123,763	542,683
Change in Net Assets			(11,703)	(115,694)	(127,397)
Net Assets - Beginning			674,772	1,328,054	2,002,826
Net Assets - Ending			\$ 663,069	\$ 1,212,360	\$ 1,875,429

See accompanying notes to financial statements.

## TOWNSHIP OF BINGHAM

## BALANCE SHEET - GOVERNMENTAL FUNDS

March 31, 2005

	General	Roads and Bridges	Building Fund	Total Governmental Funds
<u>Assets</u>				
Cash	\$ 328,940	\$ 109,272	\$ 110,357	\$ 548,569
Receivables, net	36,015	5,857	-	41,872
Due from other funds	113	-	-	113
<u>Total Assets</u>	<u>\$ 365,068</u>	<u>\$ 115,129</u>	<u>\$ 110,357</u>	<u>\$ 590,554</u>
<u>Liabilities</u>				
Accounts payable	\$ 1,441	\$ -	\$ -	\$ 1,441
Due to other governments	433	-	-	433
<u>Total Liabilities</u>	1,874	-	-	1,874
<u>Fund Balances</u>				
Reserved for other purposes	-	115,129	110,357	225,486
Unreserved	363,194	-	-	363,194
Total Fund Balance	363,194	115,129	110,357	588,680
<u>Total Liabilities and Fund Balances</u>	<u>\$ 365,068</u>	<u>\$ 115,129</u>	<u>\$ 110,357</u>	<u>\$ 590,554</u>

See accompanying notes to financial statements

## TOWNSHIP OF BINGHAM

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - GOVERNMENTAL FUNDS

Year Ended March 31, 2005

	General	Road and Bridges	Building Fund	Total Governmental Funds
<u>Revenues</u>				
Property taxes	\$ 113,477	\$ 118,526	\$ -	\$ 232,003
Licenses and permits	5,350	-	-	5,350
State grants	174,033	-	-	174,033
Charges for services	22,313	-	-	22,313
Miscellaneous	10,334	4,838	665	15,837
Total Revenues	325,507	123,364	665	449,536
<u>Expenditures</u>				
General government	168,422	-	-	168,422
Public safety	123,368	-	-	123,368
Public works	21,661	132,525	-	154,186
Health and sanitation	6,240	-	-	6,240
Culture and recreation	720	-	-	720
Capital outlay	-	-	-	-
Total Expenditures	320,411	132,525	-	452,936
Excess of Revenues over Expenditures	5,096	(9,161)	665	(3,400)
<u>Other Financing Sources (Uses)</u>				
Transfers in	-	-	10,000	10,000
Transfers out	(20,000)	-	-	(20,000)
Total Other Financing Sources and Uses	(20,000)	-	10,000	(10,000)
Net Change in Fund Balances	(14,904)	(9,161)	10,665	(13,400)
Fund Balances, April 1	354,959	124,290	99,692	578,941
Adjustments to Beginning Balance	23,139	-	-	23,139
<u>Fund Balances, March 31</u>	<u>\$ 363,194</u>	<u>\$ 115,129</u>	<u>\$ 110,357</u>	<u>\$ 588,680</u>
See accompanying notes to financial statements				



TOWNSHIP OF BINGHAM  
STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS

March 31, 2005

	Enterprise Funds Sewer
<b>ASSETS</b>	
Current Assets:	
Cash	\$ 283,400
Receivables, net	2,003,498
Total Current Assets	<u>2,286,898</u>
Noncurrent assets:	
Capital assets:	
Distribution and collection systems	4,290,780
Less accumulated depreciation	<u>(423,460)</u>
Total noncurrent assets	<u>3,867,320</u>
Total Assets	<u>6,154,218</u>
<b>LIABILITIES</b>	
Current Liabilities:	
Bonds, notes, and loans payable	220,000
Noncurrent Liabilities:	
Deferred revenue	1,986,108
Bonds, notes, and loans payable	2,735,750
Total Noncurrent Liabilities	<u>4,721,858</u>
Total Liabilities	<u>4,941,858</u>
<b>NET ASSETS</b>	<u>1,212,360</u>
Invested in capital assets, net of related debt	911,570
Restricted for debt service	15,777
Unrestricted	285,013
Total Net Assets	<u>\$ 1,212,360</u>

See accompanying notes to financial statements.

## TOWNSHIP OF BINGHAM

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS  
PROPRIETARY FUNDS

FOR THE YEAR ENDED MARCH 31, 2005

	Enterprise Funds <u>Sewer Fund</u>
OPERATING REVENUES	
Charges for services	\$ 214,495
OPERATING EXPENSES	
Contractual services	87,673
Utilities	5,030
Repairs and maintenance	7,213
Other supplies and expenses	2,634
Depreciation	76,577
Total Operating Expenses	<u>179,127</u>
Operating income (loss)	35,368
NONOPERATING REVENUES (EXPENSES)	
Interest and investment revenue	113,763
Interest expense	(141,993)
Miscellaneous expense	(132,832)
Total Nonoperating Revenue (Expenses)	<u>(161,062)</u>
Income (loss) before contributions and and transfers	(125,694)
Transfers in	10,000
Change in net assets	(115,694)
Total Net Assets - Beginning	1,328,054
Total Net Assets - Ending	<u>\$ 1,212,360</u>

See accompanying notes to financial statements

## TOWNSHIP OF BINGHAM

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS

FOR THE YEAR ENDED MARCH 31, 2005

	Enterprise Funds <u>Sewer Fund</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from customers	\$ 254,669
Payments to suppliers	(102,550)
Other receipts (payments)	10,000
Net Cash Provided By Operating Activities	<u>162,119</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Principal paid on capital debt	(223,000)
Interest paid on capital debt	(141,993)
Other receipts (payments)	(132,832)
Net cash (used) by capital and related financing activities	<u>(497,825)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest and dividends	113,763
Net Cash Provided By Investing Activities	<u>113,763</u>
Net (decrease) in cash and cash equivalents	(221,943)
Balances - Beginning of the Year	505,343
Balances - End of the Year	<u>\$ 283,400</u>
<b>RECONCILIATION OF OPERATING INCOME(LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>	
Operating income (loss)	\$ 35,368
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation expense	76,577
Other receipts	10,000
Change in assets and liabilities:	
Receivables, net	40,174
Accounts and other payables	
Accrued expenses	
Net Cash Provided By Operating Activities	<u>\$ 162,119</u>

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS

March 31, 2005

	<u>Agency Funds</u>
<u>Assets</u>	
Cash	\$       113
<u>    Total Assets</u>	<u>\$       113</u>
<u>Liabilities</u>	
Due to general fund	\$       113
Due to other governmental units	-
<u>    Total Liabilities</u>	<u>\$       113</u>

See accompanying notes to financial statements.

**TOWNSHIP OF BINGHAM**  
**NOTES TO FINANCIAL STATEMENTS**

**March 31, 2005**

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**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Reporting Entity**

In accordance with generally accepted accounting principles and governmental Accounting Standards Board (GASB) Statement No. 14 "The Financial Reporting Entity," these financial statements present the Township of Bingham and its component units. The criteria established by the GASB for determining the reporting entity includes oversight responsibility, fiscal dependency, and whether the financial statements would be misleading if data were not included.

**Basis of Presentation**

The accounts of the government are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements. Account groups are a reporting device to account for certain assets and liabilities of the governmental funds not recorded directly in those funds.

The financial activities of the Township of Bingham are recorded in separate funds and account groups, categorized as follows.

**GOVERNMENTAL FUNDS**

**General Fund**

This fund is used to account for all financial resources except those provided for in another fund. Revenues are primarily derived from property taxes, State and Federal aid, and charges for services to provide for the administration and operation of: (1) general governmental departments, boards and commissions; (2) law enforcement; and (3) health, welfare and medical assistance. The fund includes the general operating expenditures of the local unit.

**Special Revenue Funds**

These funds are used to account for specific revenue (other than expendable trusts or major capital projects) derived from State and Federal grants, General Fund appropriations and charges for services which are to be expended for specific purposes as dictated by legal, regulatory or administrative requirements.

**Capital Projects Funds**

These funds are used to account for the acquisition or construction of major facilities other than those financed by proprietary fund operations.

TOWNSHIP OF BINGHAM  
NOTES TO FINANCIAL STATEMENTS

March 31, 2005

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GOVERNMENTAL FUNDS (cont'd)

Proprietary Funds

Enterprise Funds - Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation ) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

FIDUCIARY FUNDS

Trust and Agency Funds

These funds account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. These include: (a) Expendable Trust Funds; (b) Nonexpendable Trust Funds ( c) Pension Trust Fund; and (d) Agency Funds.

CASH, CASH EQUIVALENTS, AND INVESTMENTS

For the purposes of the statement of cash flows, demand deposits and short-term investments with a maturity date of three months or less when acquired are considered to be cash equivalents.

Investments are stated at cost.

BASIS OF ACCOUNTING

The modified accrual basis of accounting is used by all Governmental Funds, Agency Funds and Expendable Trust Funds. Revenue and other sources are recognized in the accounting period in which they become susceptible to accrual—that is when they become both measurable and available to finance expenditures of the fiscal period. Expenditures are recognized when the related liability is incurred. Modifications from the accrual basis are as follows:

- a. Property tax revenue is recognized in accordance with MCGAA Statement 3:

Properties are assessed and lienied as of December 31 and their related property taxes are billed on December 1, of the following year. These taxes are due on February 14 with the final collections' date of February 28 before they are added to the county delinquent tax rolls.

- b. Payments for inventoriable types of supplies are recorded as expenditures at the time of purchase.
- c. Normally, expenditures are not divided between years by the recording of prepaid expenses.

TOWNSHIP OF BINGHAM  
NOTES TO FINANCIAL STATEMENTS

March 31, 2005

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BASIS OF ACCOUNTING(cont'd)

Budgets and Budgetary Accounting:

The Township follows these procedures in establishing the budgetary data reflected in the financial statements.

1. Prior to December 1, the Supervisor submits to the board a proposed operating budget for the fiscal year commencing the following April 1. The operating budget includes proposed expenditures and the means of financing them. The budgets are adopted to the activity level.
2. Public hearings are conducted at the Township hall to obtain taxpayer comments.
3. Prior to February 1, the budget is legally enacted through passage of a resolution.
4. Budgets for the governmental fund types and the expendable trust funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).
5. Budgeted amounts are as originally adopted, or as amended by the Township Board.

Comparative Data:

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the Township's financial position and operations.

BASIS OF ACCOUNTING

Investments:

Investments are stated at cost.

Property Tax and Delinquent Taxes Receivable

Taxes are levied for the township on December 1. The Township bills and collects its own property taxes. Property taxes not paid to the Township treasurer by the final due date in March are turned over to the County treasurer. The County purchases the delinquent taxes of the Township and normally remits the taxes to the Township the following year. The taxes paid by the county are included as revenue on the Township's books at the preceding March 31 date.

The 2004 taxable value of the Township totaled \$78,637,269 on which ad valorem taxes levied consisted of 0.9379 mills for operating purposes, and 1.4455 mills for roads and bridges. These amounts are recognized in the general fund and in the road and bridges fund.

TOWNSHIP OF BINGHAM  
NOTES TO FINANCIAL STATEMENTS

March 31, 2005

BASIS OF ACCOUNTING(cont'd)

Delinquent Taxes Receivable

	<u>Roads &amp; Bridges Tax</u>	<u>Operating Taxes</u>	<u>PTAF</u>	<u>Total</u>
2004 Tax Levy	\$118,526	\$79,016	\$26,767	\$224,309
2004 Taxes Collected	<u>112,669</u>	<u>75,111</u>	<u>25,606</u>	<u>213,386</u>
2004 Taxes Uncollected	5,857	3,905	1,161	10,923
Delinquent Taxes Receivable, April 1	4,370	2,835	1,415	8,620
Delinquent Taxes Collected or written off	<u>4,370</u>	<u>2,835</u>	<u>1,415</u>	<u>8,620</u>
Delinquent Taxes Receivable, March 31	<u>\$ 5,857</u>	<u>\$ 3,905</u>	<u>\$ 1,161</u>	<u>\$ 10,923</u>
<u>Summary by Year of Levy, 2004</u>	<u>\$ 5,857</u>	<u>\$ 3,905</u>	<u>\$ 1,161</u>	<u>\$ 10,923</u>

BALANCE SHEET - CASH AND INVESTMENTS

Deposits are carried at cost. Deposits are in two financial institutions in the name of Bingham Township Treasurer. Michigan Compiled Laws, Section 129.91, authorizes the Township to deposit and invest in the accounts of federally insured banks, credit unions, and savings and loan associations. Investments can also be made in bonds, securities and other obligations of the United States, or an agency or instrumentality of the United States, which are guaranteed as to principal and interest by the United States, including securities issued by the government national Mortgage Association; United States governmental or Federal agency obligation repurchase agreements; bankers' acceptance of United States banks, commercial paper rated within the three highest classifications by not less than two standard rating services which mature not more than 270 days after the date of purchase and which involve no more than 50 percent of any one fund. Michigan law prohibits security in the form of collateral, surety bonds, or other forms for the deposit of public money. Attorney General's Opinion No. 6168 states that public funds may not be deposited in financial institutions located in states other than Michigan. The Township's deposits are in accordance with statutory authority.

The Governmental Accounting Standards Board (GASB) Statement No. 3 risk disclosure for deposits at year end are as follows:



TOWNSHIP OF BINGHAM  
NOTES TO FINANCIAL STATEMENTS

March 31, 2005

BALANCE SHEET – CASH AND INVESTMENTS (cont'd)

Deposits

Insured (FDIC)	\$ 111,474
Uninsured	<u>720,608</u>
Total Deposits	<u>\$ 832,082</u>

At year end, the balance sheet carrying amount of deposits was \$832,082.

Interfund Receivables and Payables

Interfund receivables and payables as of March 31, 2005 are as follows:

	<u>Receivables</u>	<u>Payables</u>
General	\$ 113	\$ -
Current Tax Collection	<u>-</u>	<u>113</u>
	<u>\$ 113</u>	<u>\$ 113</u>

Sewer Fund Long-Term Debt

	<u>Due Date</u>	<u>Amount</u>	<u>Annual Interest Payable</u>
<u>Sewer Fund Revenue Bonds</u>			
The Township's share of Clinton	10/1/05	\$ 20,000	\$ 4,400
County Sanitary Sewer Disposal	10/1/06	20,000	2,960
System Bonds, Series II is dated in	10/1/07	<u>20,000</u>	<u>1,480</u>
1988 with interest payable on April			
1 and October 1 of each year.			
Total		<u>\$ 80,000</u>	<u>\$ 8,880</u>
The Township's share of Clinton	5/1/05	\$ 155,000	\$ 109,404
County Sanitary Sewer Project Bonds-	5/1/06	155,000	102,623
Bingham Township, Series 1999, with	5/1/07	155,000	95,648
interest payable on May 1 and	5/1/08	160,000	88,560
November 1 of each year. Interest rates	5/1/09	160,000	81,360
vary.	5/1/10	160,000	74,080
	5/1/11	160,000	66,640
	Thereafter	<u>1,280,000</u>	<u>253,960</u>
Total		<u>\$2,385,000</u>	<u>\$872,275</u>

TOWNSHIP OF BINGHAM  
NOTES TO FINANCIAL STATEMENTS

March 31, 2005

Sewer Fund Long-Term Debt (cont'd)

	Due Date	Amount	Annual Interest Payable
<u>Sewer Fund Revenue Bonds</u>			
The Township's share of Clinton	10/1/05	\$ 20,000	\$ 2,700
System Bonds - Bingham Township,	10/1/06	25,000	2,050
Series 1990, with interest payable on	10/1/07	20,000	1,600
April 1, and October 1 of each year.	10/1/08	25,000	1,150
	10/1/09	25,000	650
	10/1/10	<u>20,000</u>	<u>200</u>
	Total	<u>\$135,000</u>	<u>\$8,350</u>

	Due Date	Amount
<u>Sewer Fund Contract Payable</u>		
The Township owes for land	12/6/05	\$ 10,000
purchased which included a sewer	12/6/06	10,000
lagoon. There is no interest on	12/6/07	10,000
outstanding balance. This is a 10	12/6/08	20,000
year contract.	12/6/09	<u>20,000</u>
	Total	<u>\$ 70,000</u>

Sewer Fund Contract Payable

The Township owes for additional land for sewer lagoon property. Interest will accrue at 7% effective August 1, 2001. Each such principal payment shall be in an amount equal to \$1,000 times the number of residential equivalent tap-in fees collected from new township customers in the previous three (3) months, other than customers in the Existing Mobile Home Park, connecting to the Township's sanitary sewage treatment system which system has its sewage treated at the lagoon located on the Property. Notwithstanding the above, any outstanding principal balance under this Agreement that has not been paid shall be due upon the earlier to occur of (I) the date which is ten(10) years after the commencement date, or (II) the completion date for the Mechanical Treatment Plant.

Balance due 3/31/04 \$305,750 principal and \$-0- accrued interest

EMPLOYEES' RETIREMENT SYSTEM - DEFINED CONTRIBUTION

Plan Description

The Township has a defined contribution pension plan covering all elected officials who choose to belong to the plan. This benefit is an insurance-type plan administered by Aetna Life Insurance co. under the provisions of Section 401(a) of the Internal Revenue Code.

TOWNSHIP OF BINGHAM  
NOTES TO FINANCIAL STATEMENTS

March 31, 2005

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EMPLOYEES RETIREMENT SYSTEM - DEFINED CONTRIBUTION (cont'd)

Plan Description (cont'd)

A defined contribution pension plan provides pension benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive. Under a defined contribution pension plan, the benefits a participant will receive depend solely on the amount contributed to the participant's account, the returns earned on the investments of those contributions, and forfeitures of other participants' benefits that may be allocated to such participant's account. The plan requires the employer to contribute 3.75 percent of the participating employee's gross wages, with immediate vesting, and employees have 3.75% withheld from wages.

During the year, the Township's required and actual contributions amounted to \$3,918 which was 3.75 percent of its current year-covered payroll. The plan is funded through Aetna Life Insurance Company.

TOWNSHIP OF BINGHAM  
MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2005

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New Financial Reporting

Starting with fiscal year 2004-2005 the Township of Bingham, Michigan (the "Township") has revised and improved its financial reporting document. These changes are a result of standards set by the Governmental Accounting Standards Board (GASB). The intent of these new standards is to provide citizens, taxpayers, customers, and investors with a better understanding of how the Township's money and other assets are managed.

The new standards set by GASB are intended to give the reader of this annual financial report a better understanding of the financial status of the Township. The new standards introduce accounting rules and systems that are common in the private sector. This report presents a much broader picture of the Township's financial status. Through this comprehensive reporting of assets and liabilities, the reader should have a greater understanding of the Township's financial health.

The discussion and analysis of the Township's financial performance provides an overview of the Township's financial activities for the fiscal year ended March 31, 2005. Please read it in conjunction with the Township's financial statements.

Financial Highlights

As discussed in further detail in this discussion and analysis, the following represents the most significant financial highlights for the year ended March 31, 2005:

Property tax revenues increased approximately \$17,598 from the prior year. The increase is the net result of increasing valuations in the Township.

Total fund balances related to the Township's governmental funds increased by \$9,739.

Using this Annual Report

This annual report consists of a series of financial statements. The statement of new assets and the statement of activities provide information about the activities of the Township of Bingham as a whole and present a longer-term view of the Township's finances. This longer-term view uses the accrual basis of accounting so that it can measure the cost of providing government services.

The fund financial statements present a short-term view; they tell us how the taxpayers' resources were spent during the year, as well as how much is available for future spending. Fund financial statements also report the operations of the Township of Bingham in more detail than the government-wide financial statements by providing information about the Township's most significant funds. The fiduciary fund statements provide financial information about activities for which the Township of Bingham acts solely as a trustee or agent for the benefit of those outside the government.

The following table shows the changes in net assets during the current year. Future reports will provide comparative data for the statement of activities. Comparative data is not required during the first year of reporting under requirements of GASB Statement No. 34.

TOWNSHIP OF BINGHAM  
MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2005

Using this Annual Report (Continued)

**Revenue**

Program revenue:

Charges for services \$ 236,809

Licenses and permits 5,350

General revenue:

Property taxes 232,003

State shared revenue 174,033

Investment earnings 118,422

Other revenue 12,875

Total revenue 779,492

**Program Expenses**

General government 168,422

Public safety 123,368

Public works 608,139

Culture and recreation 720

Health 6,240

Total program expenses 906,889

**Change in Net Assets** \$(127,397)

Governmental Activities

The Township's governmental revenues totaled \$449,536 with the greatest revenue source being property taxes. Property taxes make up approximately 51.6% percent of total governmental revenue. Over the past few years, state shared revenue and interest income have both declined.

The Township incurred expenses of \$452,936 during the year.

General Fund Budgetary Highlights

Over the course of the fiscal year, the Township board made necessary budget adjustments to fund unanticipated expenditures during the year. Most departments came in under budget at year end, an overall favorable variance approximately \$476,981 from budget.

Current Economic Factors

Revenue sharing is the most significant budgetary concern at this time. The State of Michigan is experiencing significant budget problems, and as they look for solutions, revenue sharing continues to be under attack.

TOWNSHIP OF BINGHAM  
MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2005

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Contacting the Township's Management

This financial report is intended to provide our citizens, taxpayers, customers, and investors with a general overview of the Township's finances and demonstrate the Township's accountability for the money it receives. If you have questions about this report or need additional information, we welcome you to contact the Township Board.

TOWNSHIP OF BINGHAM  
GENERAL FUND

BALANCE SHEET

March 31, 2005 and 2004

	<u>3/31/05</u>	<u>3/31/04</u>
<u>Assets</u>		
Cash in bank - checking	\$ 475.37	\$ 843.54
Cash in bank - savings	320,009.36	340,063.97
Cash in bank - trust	8,454.74	8,409.59
Delinquent taxes receivable	5,065.78	4,250.13
Accounts receivable	30,831.49	1,400.00
Delinquent assessments receivable	117.76	96.54
Interest receivable	-	399.57
Due from tax fund	113.34	1,387.71
<u>Total Assets</u>	<u>\$ 365,067.84</u>	<u>\$ 356,851.05</u>
<u>Liabilities</u>		
Due to federal government	\$ 432.92	\$ 443.46
Due to deferred compensation plan	1,441.21	1,448.92
<u>Total Liabilities</u>	1,874.13	1,892.38
<u>Fund Balance</u>		
Unreserved	363,193.71	354,958.67
<u>Total Liabilities and Fund Balance</u>	<u>\$ 365,067.84</u>	<u>\$ 356,851.05</u>

See accompanying notes to financial statements.

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM  
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2005  
With Comparative Totals for Year Ended March 31, 2004

	3/31/05		Variance-	3/31/04
	Budget	Actual	Favorable (Unfavorable)	Actual
<u>Revenues</u>				
Taxes:				
Current property taxes		\$ 79,015.63		\$ 67,358.53
Other taxes - P.A. 425		6,301.35		2,285.20
Property tax administration fees		26,767.63		24,026.94
Trailer fees		1,011.00		1,052.00
Interest and penalties on taxes		381.83		1,156.25
Total Taxes	\$ 102,328.00	113,477.44	\$ 11,149.44	95,878.92
Licenses and permits:				
Cable TV franchise fees	-	5,349.78	5,349.78	3,261.29
State grants:				
State revenue sharing		173,772.00		176,558.00
Liquor license fees		261.25		247.50
Total State Grants	150,000.00	174,033.25	24,033.25	176,805.50
Charges for services:				
Collection fees		3,355.00		3,372.50
Fire runs		16,580.06		24,936.61
Landsplit fees		2,050.00		2,050.00
Sales - other		328.13		-
Total Charges for Services	10,000.00	22,313.19	12,313.19	30,359.11
Miscellaneous:				
Interest earned		4,659.08		2,558.87
Assessments-street lighting		4,732.53		5,414.99
Reimbursements		183.71		1,299.04
Miscellaneous		758.39		1,475.65
Total Miscellaneous	5,000.00	10,333.71	5,333.71	10,748.55
Total Revenues	\$ 267,328.00	\$ 325,507.37	\$ 58,179.37	\$ 317,053.37



TOWNSHIP OF BINGHAM  
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2005  
With Comparative Totals for Year Ended March 31, 2004

	3/31/05		Variance- Favorable (Unfavorable)	3/31/04
	Budget	Actual		Actual
<u>Expenditures</u>				
Township board:				
Salaries		\$ 4,575.00		\$ 3,300.00
Contracted services		3,980.00		3,830.00
Printing and publishing		1,386.91		822.97
Dues and conventions		3,940.86		3,175.71
Total Township Board	\$ 27,500.00	13,882.77	\$ 13,617.23	11,128.68
Supervisor:				
Salaries		13,075.00		13,075.00
Transportation		1,575.00		1,575.00
Total Supervisor	14,650.00	14,650.00	-	14,650.00
Administration:				
Salary - administrator		17,125.00		19,000.00
Salary - assistant		3,562.50		3,000.00
Total Administration	22,750.00	20,687.50	2,062.50	22,000.00
Elections:				
Salaries		1,837.00		-
Contracted services		1,860.32		-
Total Elections	4,000.00	3,697.32	302.68	-
<u>Forward</u>	\$ 68,900.00	\$ 52,917.59	\$ 15,982.41	\$ 47,778.68

TOWNSHIP OF BINGHAM  
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2005  
With Comparative Totals for Year Ended March 31, 2004

	3/31/05		Variance- Favorable (Unfavorable)	3/31/04 Actual
	Budget	Actual		
<u>Forwarded</u>	\$ 68,900.00	\$ 52,917.59	\$ 15,982.41	\$ 47,778.68
<u>Expenditures (cont'd)</u>				
Assessor:				
Salaries		11,487.00		11,487.00
Supplies		770.00		834.11
Contracted services		1,875.00		-
Tax roll preparation		3,202.00		2,339.33
Transportation		1,575.00		1,575.00
Total Assessor	18,562.00	18,909.00	(347.00)	16,235.44
Attorney:				
Professional services	30,000.00	33,073.16	(3,073.16)	7,443.50
Clerk:				
Salaries		13,101.00		12,933.75
Contracted clerical		1,875.00		450.00
Supplies		2,089.44		282.34
Transportation		1,050.00		1,050.00
Total Clerk	45,651.00	18,115.44	27,535.56	14,716.09
Board of review:				
Salaries		109.44		700.00
Supplies		-		44.01
Total Board of Review	1,000.00	109.44	890.56	744.01
<u>Forward</u>	\$ 164,113.00	\$ 123,124.63	\$ 40,988.37	\$ 86,917.72

TOWNSHIP OF BINGHAM  
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2005  
With comparative Totals for Year Ended March 31, 2004

	3/31/05		Variance-	3/31/04
	Budget	Actual	Favorable (Unfavorable)	Actual
<u>Forwarded</u>	\$ 164,113.00	\$ 123,124.63	\$ 40,988.37	\$ 86,917.72
<u>Expenditures</u> (cont'd)				
Treasurer:				
Salaries		13,663.50		12,851.00
Supplies		1,654.58		1,208.89
Transportation		918.25		675.00
Miscellaneous		60.26		100.00
Total Treasurer	16,326.00	16,296.59	29.41	14,834.89
Hall and grounds:				
Telephone		1,527.64		1,509.22
Insurance		8,512.00		7,688.00
Utilities and fuel oil		3,574.32		3,129.45
Repairs and maintenance		8,851.65		1,313.47
Total Hall and Grounds	51,800.00	22,465.61	29,334.39	13,640.14
Other general government:				
Miscellaneous	19,506.10	711.56	18,794.54	450.19
Police:				
Salary-Liquor inspector		400.00		400.00
Donation - metro squad		600.00		800.00
Total Police	400.00	1,000.00	(600.00)	1,200.00
Fire:				
Contracted services	116,000.00	115,657.75	342.25	112,410.42
Planning:				
Contracted services	80,000.00	6,710.00	73,290.00	5,000.00
<u>Forward</u>	\$ 448,145.10	\$ 285,966.14	\$ 162,178.96	\$ 234,453.36

TOWNSHIP OF BINGHAM  
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2005

With comparative Totals for Year Ended March 31, 2004

	3/31/05		Variance-	3/31/04
	Budget	Actual	Favorable (Unfavorable)	Actual
<u>Forwarded</u>	\$ 448,145.10	\$ 285,966.14	\$ 162,178.96	\$ 234,453.36
<u>Expenditures (cont'd)</u>				
Drain at large:				
County drain tax	30,000.00	10,037.64	19,962.36	11,422.46
Highways and streets:				
Contracted services		4,683.48		-
Street lighting		4,393.98		2,850.74
Total Highways and Streets	100,000.00	9,077.46	90,922.54	2,850.74
Public works:				
Recycling services	-	2,546.00	(2,546.00)	2,546.00
Ambulance:				
Contracted services	10,000.00	6,240.00	3,760.00	6,292.50
Library:				
Board - salaries	1,000.00	720.00	280.00	720.00
Employee benefits:				
Social security and medicare		868.87		576.44
Pension benefits		4,955.22		4,038.13
Total Employee Benefits	7,500.00	5,824.09	1,675.91	4,614.57
Capital outlay:				
Hall and grounds	-	-	-	2,053.61
Total Expenditures (Forward)	\$ 596,645.10	\$ 320,411.33	\$ 276,233.77	\$ 264,953.24

TOWNSHIP OF BINGHAM  
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2005  
With comparative Totals for Year Ended March 31, 2004

	3/31/05		Variance-	3/31/04
	Budget	Actual	Favorable (Unfavorable)	Actual
Total Expenditures (Forwarded)	\$ 596,645.10	\$ 320,411.33	\$ 276,233.77	\$ 264,953.24
Excess (Deficiency) of Revenues over Expenditures	(329,317.10)	5,096.04	334,413.14	52,100.13
<u>Other Financing Uses</u>				
Transfer to Road Fund		-		1,218.04
Transfer to Sewer Fund		10,000.00		5,000.00
Transfer to Building Fund		10,000.00		60,000.00
Total Other Financing Uses	20,000.00	20,000.00	-	66,218.04
Excess (Deficiency) of Revenues over Expenditures and Other Uses	(349,317.10)	(14,903.96)	334,413.14	(14,117.91)
Fund Balance, April 1	354,958.67	354,958.67	-	369,076.58
Adjustments to opening balance	-	23,139.00	23,139.00	-
<u>Fund Balance, March 31</u>	<u>\$ 5,641.57</u>	<u>\$ 363,193.71</u>	<u>\$ 357,552.14</u>	<u>\$ 354,958.67</u>

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM  
ROAD AND BRIDGES FUND

BALANCE SHEET

March 31, 2005 and 2004

	<u>3/31/05</u>	<u>3/31/04</u>
<u>Assets</u>		
Cash in bank - savings	\$ 109,271.68	\$ 119,920.23
Delinquent taxes receivable	<u>5,857.32</u>	<u>4,369.62</u>
<u>Total Assets</u>	<u>\$ 115,129.00</u>	<u>\$ 124,289.85</u>
<u>Fund Balance - Reserved</u>	<u>\$ 115,129.00</u>	<u>\$ 124,289.85</u>

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM  
ROAD AND BRIDGES FUND

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2005  
With Comparative Totals for Year Ended March 31, 2004

	3/31/05		Variance-	3/31/04
	Budget	Actual	Favorable (Unfavorable)	Actual
<u>Revenues</u>				
Taxes:				
Current property taxes	\$ 102,360.00	\$ 118,526.31	\$ 16,166.31	\$ 103,817.34
Miscellaneous:				
Interest earned	-	549.76	549.76	595.33
Reimbursements	-	-	-	1,212.50
Metro Act	1,200.00	4,287.95	3,087.95	-
Total Miscellaneous	1,200.00	4,837.71	3,637.71	1,807.83
<u>Total Revenues</u>	103,560.00	123,364.02	19,804.02	105,625.17
<u>Expenditures</u>				
Highways and streets				
Contracted services	223,480.23	132,524.87	90,955.36	87,727.47
Excess (Deficiency) of Revenues over Expenditures	(119,920.23)	(9,160.85)	110,759.38	17,897.70
<u>Other Sources (Uses)</u>				
Transfer from (to) General Fund	-	-	-	1,218.04
Excess (Deficiency) of Revenues and Sources over Expenditures	(119,920.23)	(9,160.85)	110,759.38	19,115.74
Fund Balance, April 1	124,289.85	124,289.85	-	105,411.62
Adjustment to Beginning Balance	-	-	-	(237.51)
<u>Fund Balance, March 31</u>	<u>\$ 4,369.62</u>	<u>\$ 115,129.00</u>	<u>\$ 110,759.38</u>	<u>\$ 124,289.85</u>
See accompanying notes to financial statements.				

TOWNSHIP OF BINGHAM  
BUILDING FUND

## BALANCE SHEET

March 31, 2005 and 2004

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	<u>3/31/05</u>	<u>3/31/04</u>
<u>Assets</u>		
Cash in bank - savings	<u>\$ 110,357.20</u>	<u>\$ 99,691.74</u>
<u>Fund Balance - Reserved</u>	<u>\$ 110,357.20</u>	<u>\$ 99,691.74</u>

See accompanying notes to financial statements.



TOWNSHIP OF BINGHAM  
BUILDING FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2005  
With Comparative Totals for Year Ended March 31, 2004

	3/31/05		Variance -	3/31/04
	Budget	Actual	Favorable (Unfavorable)	Actual
<u>Revenues</u>				
Interest earned	\$ 100.00	\$ 665.46	\$ 565.46	\$ 261.82
<u>Expenditures</u>				
Capital Outlay:				
Buildings	109,791.74	-	109,791.74	-
Excess (Deficiency) of Revenues over Expenditures	(109,691.74)	665.46	110,357.20	261.82
<u>Other Sources (Uses)</u>				
Transfer from (to) General Fund	10,000.00	10,000.00	-	60,000.00
Excess (Deficiency) of Revenues and Sources over Expenditures	(99,691.74)	10,665.46	110,357.20	60,261.82
Fund Balance, January 1	99,691.74	99,691.74	-	39,429.92
<u>Fund Balance, December 31</u>	<u>\$ -</u>	<u>\$ 110,357.20</u>	<u>\$ 110,357.20</u>	<u>\$ 99,691.74</u>

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM  
SEWER FUND

BALANCE SHEET

March 31, 2005 and 2004

	3/31/05	3/31/04
<u>Assets</u>		
Current assets:		
Cash in bank	\$ 283,400.14	\$ 505,342.95
Receivables:		
Usage fees	1,612.86	2,235.40
Delinquent assessments	10,523.45	26,180.41
Interest on delinquent assessments	5,253.45	28,820.99
Interest on investments	-	327.49
Total Current Assets	300,789.90	562,907.24
Restricted assets:		
Deferred special assessments	1,986,108.41	2,139,176.66
Property, plant and equipment:		
Sewer system	4,290,780.00	4,290,780.00
Less accumulated depreciation	423,460.00	346,883.00
Net Property, Plant and Equipment	3,867,320.00	3,943,897.00
<u>Total Assets</u>	<u>\$ 6,154,218.31</u>	<u>\$ 6,645,980.90</u>
<u>Liabilities</u>		
Current Liabilities:		
Bonds and contracts payable - current	\$ 220,000.00	\$ 220,000.00
Other Liabilities:		
Deferred revenue	1,986,108.41	2,139,176.66
Bonds payable - long term	2,385,000.00	2,580,000.00
Land contract payable	350,750.00	378,750.00
Total Liabilities	4,941,858.41	5,317,926.66
<u>Fund Equity</u>		
Retained earnings:		
Reserved for debt	15,776.90	55,001.40
Unreserved	1,196,583.00	1,273,052.84
Total Fund Equity	1,212,359.90	1,328,054.24
<u>Total Liabilities and Fund Equity</u>	<u>\$ 6,154,218.31</u>	<u>\$ 6,645,980.90</u>

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM  
SEWER FUND

STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN RETAINED EARNINGS

Years Ended March 31, 2005 and 2004

	3/31/05	3/31/04
<u>Operating Revenues</u>		
Charges for services - fees	\$ 61,427	\$ 63,197
Sewer assessments	153,068	345,228
Total Operating Revenues	214,496	408,425
<u>Operating Expenses</u>		
Operating supplies	2,401	6,991
Lagoon operator service	33,319	31,926
Legal, accounting and engineering	51,954	203,405
Telephone	1,984	2,112
Printing and publishing	-	927
Utilities	5,030	3,852
Repairs and maintenance	7,213	4,085
Depreciation	76,577	76,577
Miscellaneous	650	195
Total Operating Expenses	179,127	330,070
Operating Income (Loss)	35,368	78,355
<u>Non-operating Revenues (Expenses)</u>		
Interest earned on investments	2,962	4,475
Interest on special assessments	110,801	140,098
Miscellaneous income	-	20,002
Contribution from general fund	10,000	5,000
Interest charges on debt	(141,993)	(155,385)
Fiscal agent fees	(1,100)	(1,050)
Assessments refund per settlement	(131,732)	-
Total Non-operating Revenues (Expenses)	(151,063)	13,140
Net Income (Loss)	(115,694)	91,495
Retained Earnings, April 1	1,328,054	1,236,559
<u>Retained Earnings, March 31</u>	\$ 1,212,360	\$ 1,328,054
See accompanying notes to financial statements.		

TOWNSHIP OF BINGHAM  
SEWER FUND  
STATEMENT OF CASH FLOWS

Years Ended March 31, 2005 and 2004

	<u>3/31/05</u>	<u>3/31/04</u>
<u>Operating Activities</u>		
Net income (loss)	\$ (115,694)	\$ 91,495
Adjustments to reconcile net income to cash provided by operating activities:		
Depreciation	76,577	76,577
Changes in receivables and payables:		
Usage fees receivable	623	(2,235)
Assessments receivable	15,657	(10,475)
Interest receivable	23,895	(8,211)
	<u>1,057</u>	<u>147,151</u>
Net Cash Provided by (Used in) Operating Activities	1,057	147,151
<u>Investing Activities</u>		
Investments (increased) decreased	-	452,131
Expansion of sewer system	-	(154,482)
	<u>-</u>	<u>(154,482)</u>
Net Cash Provided by (Used in) Investing Activities	-	297,649
<u>Financing Activities</u>		
Increase (reduction) of bonds and contracts payable	(223,000)	(215,000)
	<u>(223,000)</u>	<u>(215,000)</u>
Net Increase (Decrease) in Cash	(221,943)	229,800
Cash at Beginning of Year	505,343	275,543
	<u>505,343</u>	<u>275,543</u>
<u>Cash at End of Year</u>	<u>\$ 283,400</u>	<u>\$ 505,343</u>

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM  
CURRENT TAX COLLECTION FUND

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

Year Ended March 31, 2005

	Balance 4/1/04	Additions	Deductions	Balance 3/31/05
<u>Assets</u>				
Cash	\$ 1,387.71	\$2,581,426.44	\$2,582,700.81	\$ 113.34
<u>Liabilities</u>				
Due to state	\$ -	\$ 474,075.62	\$ 474,075.62	\$ -
Due to county	-	481,655.88	481,655.88	-
Due to schools	-	1,129,342.10	1,129,342.10	-
Due to general fund	1,387.71	107,668.62	108,942.99	113.34
Due to sewer fund	-	238,462.28	238,462.28	-
Due to road fund	-	112,668.99	112,668.99	-
Due to library	-	37,552.95	37,552.95	-
<u>Total Liabilities</u>	\$ 1,387.71	\$2,581,426.44	\$2,582,700.81	\$ 113.34

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM  
CURRENT TAX COLLECTION FUND

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

Year Ended March 31, 2005

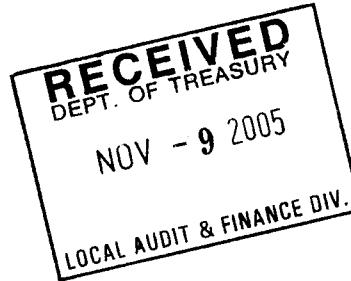
<u>Balance, April 1</u>		\$ 1,387.71
<u>Receipts</u>		
Current property		
taxes and assessments	\$ 2,552,898.90	
Property tax administration fee	25,606.46	
Interest earned	255.74	
Delinquent personal taxes	<u>2,665.34</u>	
Total Receipts		<u>2,581,426.44</u>
Total Receipts and Balance, April 1		2,582,814.15
<u>Disbursements</u>		
State of Michigan	474,075.62	
Clinton county	481,655.88	
Clinton Intermediate schools	267,387.36	
St. Johns schools	861,954.74	
Briggs Library	37,552.95	
Sewer fund	238,462.28	
General fund	108,942.99	
Road and bridges fund	<u>112,668.99</u>	
Total Disbursements		<u>2,582,700.81</u>
<u>Balance, March 31</u>		<u>\$ 113.34</u>

See accompanying notes to financial statements.

**JAMES M. IRELAND, CPA, PC**

6920 S. CEDAR STREET, SUITE 3  
LANSING, MICHIGAN 48911-6924  
PHONE 517-699-5320 • FAX 517-694-4793

November 8, 2005



Bingham Township  
1637 S. Dewitt Road  
St. Johns, MI 48879

Township Boardmembers:

I have completed my examination of the books and records of Bingham Township for the year ended March 31, 2005 and I wish to make the following comments and recommendations:

1. The township did not have a formal general ledger for the year ended March 31, 2005. I was able to use monthly financial statements of each fund and also record of monthly receipts/disbursements to enable completion of the audit.

I recommend that you set up a formal general ledger where all financial activities, each month, affecting each asset, liability, revenue, or expenditures accounts are shown, including receipt number or check number, and from whom or to whom.

2. The clerk's and treasurer's cash balances did not agree at each month ending. I recommend that these cash balances be compared at each month end and any differences be resolved.

Sincerely,

*James M. Ireland, CPA*

James M. Ireland  
Certified Public Accountant

JMI/cmv